

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY

LEROY, MICHIGAN

MARCH 31, 2008

Baird, Cotter and Bishop, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

134 WEST HARRIS STREET CADILLAC, MICHIGAN 49601

PHONE: 231-775-9789 FAX: 231-775-9749

www.bcbcpa.com

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MARCH 31, 2008

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June 4, 2008

INDEPENDENT AUDITORS' REPORT

To the Township Board
Rose Lake Township
Osceola County
LeRoy, Michigan

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Rose Lake Township, Osceola County, LeRoy, Michigan, as of and for the year ended March 31, 2008, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Rose Lake Township, Osceola County, LeRoy, Michigan, as of March 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages iii through ix and budgetary comparison information on pages 22-24 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Rose Lake Township, Osceola County, LeRoy, Michigan's basic financial statements. The individual fund financial statements are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

BAIRD, COTTER AND BISHOP, P.C.

Baird, Cotter & Bishop, P.C.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Rose Lake Township, a general law township located in Osceola County has implemented the provisions of Governmental Accounting Standards Board Statement 34 (GASB 34). The Management's Discussion and Analysis, a requirement of GASB 34, is intended to be the Rose Lake Township board's discussion and analysis of the financial results for the fiscal year ended March 31, 2008.

Financial Highlights

- ◆ The assets of the Township exceeded its liabilities at the close of the fiscal year by \$395,709. Of this amount, \$215,535 may be used to meet the Township's ongoing obligations to citizens and creditors.
- ◆ As of the close of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$271,989. An increase of \$52,400 from the prior year.
- ◆ The Township is not obligated under any long-term debt as of March 31, 2008.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements are comprised of three components. 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements The *government-wide financial statements* are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business. These statements are calculated using full accrual accounting and more closely represent those presented by business and industry. The entire Township's assets and liabilities, both short and long-term, are reported. As such, these statements include capital assets, net of related depreciation.

The *Statement of Net Assets* presents information on all of the Township's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The *Statement of Activities* presents information showing how the Township's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Township's that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Fund Financial Statements

The fund level statements are reported on a modified accrual basis in that only those assets that are “measurable” and “currently available” are reported. Liabilities are recognized to the extent they are normally expected to be paid with current financial resources.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, government fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statement, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Proprietary Funds – Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Township does not maintain any proprietary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements, this report further presents Required Supplementary Information (RSI) that explains and supports the information presented in the financial statements.

Government-Wide Financial Analysis

The Statement of Net Assets is the first statement in the Government-Wide Financial Statements section of this document. This statement is useful for providing an indicator of the Township’s financial position over time. The Net Assets of the Township were \$395,709 at March 31, 2008, meaning the Township’s assets were greater than its liabilities by this amount.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Rose Lake Township
Net Assets as of March 31, 2008

	Governmental Activities
Assets	
Current Assets	\$ 281,951
Non Current Assets	
Capital Assets	149,250
Less: Accumulated Depreciation	25,530
Total Non Current Assets	123,720
Total Assets	\$ 405,671
Liabilities	
Current Liabilities	\$ 9,962
Net Assets	
Invested in Capital Assets	123,720
Restricted for Specific Purposes	56,454
Unrestricted	215,535
Total Net Assets	395,709
Total Liabilities and Net Assets	\$ 405,671

The most significant portions of the Township's Net Assets are cash and investment in capital assets (e.g. land, buildings, equipment, infrastructure, and others). The Township has \$215,535 in unrestricted Net Assets. These assets represent resources that are available for appropriation, but are limited by Township policies regarding their use.

At the end of the current fiscal year, the Township is able to report positive balances in all categories of net assets for the government as a whole, as well as for its separate governmental activities.

The following table illustrates and summarizes the results of the changes in the net assets for the Township. The condensed information was derived from the government-wide Statement of Activities.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Rose Lake Township
Change in Net Assets
For Fiscal Year Ended March 31, 2008

	<u>Governmental Activities</u>
<u>Revenues</u>	
Program Revenues	
Charges for Services	\$ 16,722
Operating Grants and Contributions	44,485
Capital Grants and Contributions	3,124
General Revenues	
Taxes	106,536
State Grants	83,931
Interest Earnings	6,163
Other	<u>10,052</u>
 Total Revenues	 <u>271,013</u>
 <u>Expenses</u>	
Legislative	13,190
General Government	86,701
Public Safety	72,408
Public Works	10,236
Recreation and Culture	23,699
Other Functions	<u>11,452</u>
 Total Expenses	 <u>217,686</u>
 Change in Net Assets	 53,327
 <u>NET ASSETS</u> - Beginning of Year	 <u>342,382</u>
 <u>NET ASSETS</u> - End of Year	 <u><u>\$ 395,709</u></u>

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Governmental Activities

During the fiscal year ended March 31, 2008, the Township's net assets increased by \$53,327 in the governmental funds. The majority of this increase represents the degree to which increases in ongoing revenues have outstripped similar increases in ongoing expenses. This is true despite the fact that GASB 34 now requires the Township to maintain a record of annual depreciation expense and the accumulation of depreciation expense over time. The net increase in accumulated depreciation expense is a reduction in net assets.

The most significant portion of the revenue for all governmental activities of Rose Lake Township comes from property taxes. The Township levied 0.8230 mills for operating purposes, and 1.4000 mills for fire protection.

State shared revenue is collected by the State of Michigan and distributed to local governments by formula allocation of portions of the State sales tax.

The Township's governmental activities expenses are dominated by General Government expenses that total \$86,701. Public Safety represented the next largest expense at \$72,408 of total expenses.

Financial Analysis of the Government's Funds

Governmental Funds The focus of Rose Lake Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Township's financing requirement. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, Rose Lake Township's governmental funds reported combined ending fund balances of \$271,989. Of this total amount \$215,535 constitutes unreserved fund balance. The remainder of the fund balance is reserved for specific purposes and is therefore not available for new appropriation. For example, the fund balance that is reserved for road improvement must be used for expenditures that relate to road improvement.

General Fund – The General Fund increased its fund balance by \$43,814 which brings the fund balance to \$215,535. The General Fund's fund balance is unreserved. Property taxes amounted to \$42,412. State grants were collected in the amount of \$87,055.

Fire Fund – The Fire Fund's fund balance decreased by \$49 which brings the fund balance to \$369. This balance is reserved and must be used for fire protection.

The Township levied a fire millage on the 2007 tax roll. This resulted in \$64,124 in tax related revenues during the current fiscal year.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Cemetery Fund – The Cemetery Fund decreased its fund balance by \$644 which brings its fund balance to \$52. This balance is reserved for cemetery improvements and cemetery perpetual care.

Rose Lake Improvement Fund – The Rose Lake Improvement Fund increased its fund balance by \$2,009 which brings the fund balance to \$38,329. This balance is reserved for lake improvement.

McCoy Lake Road Improvement Fund – The McCoy Lake Road Improvement Fund increased its fund balance by \$21 which brings the fund balance to \$1,607. This balance is reserved for road improvement.

South Hogback Lake Road Improvement Fund – The South Hogback Lake Road Improvement Fund increased its fund balance by \$608 which brings its fund balance to \$7,650. This balance is reserved for road improvement.

North Hogback Lake Road Improvement Fund – The North Hogback Lake Road Improvement Fund increased its fund balance by \$81 which brings the fund balance to \$1,887. This balance is reserved for road improvement.

Penasa Lake Improvement Fund – The Penasa Lake Improvement Fund is a new fund and increased its fund balance to \$6,560. This balance is reserved for lake improvement.

Capital Assets and Debt Administration

Capital Assets. The Township's investment in capital assets for governmental activities as of March 31, 2008 amounted to \$123,720 net of accumulated depreciation.

Capital assets summarized below include any items purchased with a cost greater than \$1,000 individually and that have a useful life greater than one year. A summary of capital asset categories is illustrated below:

Rose Lake Township
Capital Assets as of March 31, 2008

	Governmental Activities
Land and Land Improvements	\$ 17,937
Building Improvements	42,821
Equipment	11,366
Public Domain Infrastructure	77,126
	<hr/> 149,250
Less: Accumulated Depreciation	<hr/> 25,530
Net Capital Assets	<hr/> <hr/> \$ 123,720

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED MARCH 31, 2008

Major capital asset events during the current fiscal year included the following:

- ◆ Purchased gravel at a cost of \$4,595 for 17 Mile Road.
- ◆ Purchased a new sign for the cemetery at a cost of \$1,600.

Long-Term Debt. Rose Lake Township has no obligation for any long-term debt as of March 31, 2008.

Economic Condition and Outlook

The unemployment rate is still high in the State of Michigan and the State's shortfall in the budget means potential further reductions in state-shared revenues.

These factors were considered in preparing the Township's budgets for the 2008-09 fiscal year.

Request for Information

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the money it receives. If you have any questions about this report or need any additional information, contact Rose Lake Township at 4949 W. 16 Mile Road, LeRoy, Michigan 49655.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY

LEROY, MICHIGAN

STATEMENT OF NET ASSETS

MARCH 31, 2008

	<u>GOVERNMENTAL ACTIVITIES</u>
<u>ASSETS</u>	
<u>CURRENT ASSETS</u>	
Cash	\$ 239,548
Receivables:	
Taxes	12,402
Special Assessments	4,330
Due from Other Governments	19,591
External Parties (Fiduciary Fund)	6,080
	<hr/>
Total Current Assets	281,951
	<hr/>
<u>CAPITAL ASSETS</u>	
Land	7,632
Land Improvements	10,305
Building Improvements	42,821
Equipment	11,366
Public Domain Infrastructure	77,126
	<hr/>
	149,250
Less Accumulated Depreciation	25,530
Net Capital Assets	<hr/>
	123,720
	<hr/>
TOTAL ASSETS	405,671
	<hr/>
<u>LIABILITIES</u>	
<u>CURRENT LIABILITIES</u>	
Accounts Payable	2,157
Due to Other Governments	7,805
	<hr/>
Total Current Liabilities	9,962
	<hr/>
<u>NET ASSETS</u>	
Invested in Capital Assets	123,720
Restricted for:	
Cemetery	52
Fire Protection	369
Lake Improvement	44,889
Road Improvement	11,144
Unrestricted	215,535
	<hr/>
TOTAL NET ASSETS	<hr/>
	\$ 395,709
	<hr/>

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2008

					NET (EXPENSES) REVENUES AND CHANGE IN NET ASSETS TOTAL GOVERNMENTAL ACTIVITIES
FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	
<u>PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES</u>					
Legislative	\$ 13,190	\$ 0	\$ 0	\$ 0	\$ (13,190)
General Government	86,701	8,155	3,750	0	(74,796)
Public Safety	72,408	8,567	0	0	(63,841)
Public Works	10,236	0	10,940	3,124	3,828
Recreation and Cultural	23,699	0	29,795	0	6,096
Other Functions	11,452	0	0	0	(11,452)
Total Governmental Activities	\$ 217,686	\$ 16,722	\$ 44,485	\$ 3,124	(153,355)
<u>GENERAL REVENUES</u>					
Taxes					106,536
State Grants					83,931
Interest Earnings					6,163
Other					10,052
Total General Revenues					206,682
Change in Net Assets					53,327
<u>NET ASSETS</u> - Beginning of Year					342,382
<u>NET ASSETS</u> - End of Year					\$ 395,709

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

GOVERNMENTAL FUNDS

BALANCE SHEET
MARCH 31, 2008

	GENERAL FUND	FIRE FUND	CEMETERY FUND	ROSE LAKE IMPROVEMENT FUND
<u>ASSETS</u>				
Cash	\$ 185,702	\$ 166	\$ 52	\$ 38,139
Taxes Receivable	4,597	7,805	0	0
Special Assessment Receivable	0	0	0	840
Due from Other Governments	19,591	0	0	0
Due from Other Funds	5,877	203	0	0
TOTAL ASSETS	\$ 215,767	\$ 8,174	\$ 52	\$ 38,979
<u>LIABILITIES AND FUND BALANCE</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 232	\$ 0	\$ 0	\$ 650
Due to Other Governments	0	7,805	0	0
Total Liabilities	232	7,805	0	650
<u>FUND BALANCE</u>				
Reserved for:				
Cemetery	0	0	52	0
Fire Protection	0	369	0	0
Lake Improvement	0	0	0	38,329
Road Improvement	0	0	0	0
Unreserved				
Undesignated	215,535	0	0	0
Total Fund Balance	215,535	369	52	38,329
TOTAL LIABILITIES AND FUND BALANCE	\$ 215,767	\$ 8,174	\$ 52	\$ 38,979

The accompanying notes are an integral part of the financial statements.

MCCOY LAKE ROAD IMPROVEMENT FUND	SOUTH HOGBACK LAKE ROAD IMPROVEMENT FUND	NORTH HOGBACK LAKE ROAD IMPROVEMENT FUND	PENASA LAKE IMPROVEMENT FUND	TOTALS
\$ 1,367	\$ 7,125	\$ 1,237	\$ 5,760	\$ 239,548
0	0	0	0	12,402
240	1,800	650	800	4,330
0	0	0	0	19,591
0	0	0	0	6,080
\$ 1,607	\$ 8,925	\$ 1,887	\$ 6,560	\$ 281,951
\$ 0	\$ 1,275	\$ 0	\$ 0	\$ 2,157
0	0	0	0	7,805
0	1,275	0	0	9,962
0	0	0	0	52
0	0	0	0	369
0	0	0	6,560	44,889
1,607	7,650	1,887	0	11,144
0	0	0	0	215,535
1,607	7,650	1,887	6,560	271,989
\$ 1,607	\$ 8,925	\$ 1,887	\$ 6,560	\$ 281,951

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

GOVERNMENTAL FUNDS

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
MARCH 31, 2008

Total Fund Balances for Governmental Funds	\$ 271,989
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Amounts Reported for Governmental Activities in the
Statement of Net Assets are Different Because:

Capital assets used in governmental activities are not
financial resources and therefore are not reported in the funds.

Land	\$ 7,632	
Land Improvements	10,305	
Building Improvements	42,821	
Equipment	11,366	
Public Domain Infrastructure	77,126	
Accumulated Depreciation	(25,530)	123,720

NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 395,709</u>
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The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED MARCH 31, 2008

	GENERAL FUND	FIRE FUND	CEMETERY FUND	ROSE LAKE IMPROVEMENT FUND
<u>REVENUES</u>				
Taxes	\$ 42,412	\$ 64,124	\$ 0	\$ 0
Licenses and Permits	5,867	0	0	0
State Grants	87,055	0	0	0
Contributions from Local Units	0	0	3,750	0
Charges for Services	6,680	2,700	1,200	0
Interest and Rents	6,119	137	2	43
Other Revenues	10,052	0	0	23,235
Total Revenues	158,185	66,961	4,952	23,278
<u>EXPENDITURES</u>				
Legislative	13,190	0	0	0
General Government	77,676	0	6,846	0
Public Safety	5,398	67,010	0	0
Public Works	4,595	0	0	0
Recreation and Culture	2,500	0	0	21,199
Other Functions	11,452	0	0	0
Total Expenditures	114,811	67,010	6,846	21,199
Excess (Deficiency) of Revenues Over Expenditures	43,374	(49)	(1,894)	2,079
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer In	1,690	0	1,250	0
Transfer Out	(1,250)	0	0	(70)
Total Other Financing Sources (Uses)	440	0	1,250	(70)
Net Change in Fund Balance	43,814	(49)	(644)	2,009
<u>FUND BALANCE</u> - Beginning of Year	171,721	418	696	36,320
<u>FUND BALANCE</u> - End of Year	\$ 215,535	\$ 369	\$ 52	\$ 38,329

The accompanying notes are an integral part of the financial statements.

MCCOY LAKE ROAD IMPROVEMENT FUND	SOUTH HOGBACK LAKE ROAD IMPROVEMENT FUND	NORTH HOGBACK LAKE ROAD IMPROVEMENT FUND	PENASA LAKE IMPROVEMENT FUND	TOTALS
\$ 0	\$ 0	\$ 0	\$ 0	\$ 106,536
0	0	0	0	5,867
0	0	0	0	87,055
0	0	0	0	3,750
0	0	0	0	10,580
16	120	1	0	6,438
1,440	7,700	1,800	6,560	50,787
1,456	7,820	1,801	6,560	271,013
0	0	0	0	13,190
0	0	0	0	84,522
0	0	0	0	72,408
1,435	7,212	100	0	13,342
0	0	0	0	23,699
0	0	0	0	11,452
1,435	7,212	100	0	218,613
21	608	1,701	6,560	52,400
0	0	0	0	2,940
0	0	(1,620)	0	(2,940)
0	0	(1,620)	0	0
21	608	81	6,560	52,400
1,586	7,042	1,806	0	219,589
\$ 1,607	\$ 7,650	\$ 1,887	\$ 6,560	\$ 271,989

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA TOWNSHIP
LEROY, MICHIGAN

GOVERNMENTAL FUNDS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
MARCH 31, 2008

Net Change in Fund Balance - Total Governmental Funds	\$ 52,400
Amounts reported for governmental activities are different because:	
Governmental funds report capital outlay as expenditures in the statement of activities. These costs are allocated over their estimated useful lives as depreciation.	
Depreciation Expense	(5,268)
Capital Outlay	<u>6,195</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 53,327</u></u>

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
MARCH 31, 2008

	<u>AGENCY FUNDS</u>
<u>ASSETS</u>	
Cash	<u>\$ 6,289</u>
 <u>LIABILITIES</u>	
Due to General Fund	5,877
Due to Fire Fund	203
Due to Other Governments	<u>209</u>
	<u>\$ 6,289</u>

The accompanying notes are an integral part of the financial statements.

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Rose Lake Township is a general law township located in Osceola County which operates under the direction of an elected township board. Under the criteria established by accounting generally accepted in the United States of America, the Township has determined that there are no component units which should be included in its reporting entity.

B. Government-wide and Fund Financial Statements

The Township adopted GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as amended by GASB Statements No. 37 and No. 38, and applied those standards on a retroactive basis. GASB Statement No. 34 establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net asset categories.

Invested in Capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, and contributions, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets which do not meet the definition of the two preceding categories.

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The government-wide focus is more on the sustainability of the Township as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

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C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses, interest and special assessments associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivables due within the current period is considered to be susceptible to accrual as revenue of the current period. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. All other revenue items are considered to be measurable and available only when cash is received by the government.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The accounts of the Township are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

Rose Lake Township reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Fire Fund* accounts for revenue sources that are legally restricted to expenditure for fire protection.

The *Cemetery Fund* accounts for revenue sources that are legally restricted to expenditures for cemetery improvements.

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The *Rose Lake Improvement Fund* is a special assessment district established for the purpose of improving Rose Lake. This fund is used to account for all of the revenues and expenditures relating to Rose Lake.

The *McCoy Lake Road Improvement Fund* is a special assessment district established in 2000. This fund will assess property owners on certain roads around McCoy Lake to pay for improvements to those roads.

The *South Hogback Lake Road Improvement Fund* is a special assessment district established in 2001. This fund will assess property owners on certain roads around South Hogback Lake to pay for improvements to those roads.

The *North Hogback Lake Road Improvement Fund* is a special assessment district established in 2005 for a period of five years. This fund will assess property owners on certain roads around North Hogback Lake to pay for improvements to those roads.

The *Penasa Lake Improvement Fund* is a new special assessment district established in 2007 for a period of five years. This fund is used to account for all of the revenues and expenditures relating to Penasa Lake.

Additionally, Rose Lake Township reports the following fund types:

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the Township holds for others in an agency capacity.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions involved. Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the Township's policy to use the restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Equity

1. Deposits and Investments

The Township's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition.

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The Investment Policy adopted by the Township states that the Township Treasurer is limited to investments authorized by Act 20 of 1943, as amended, and may invest in the following:

- a. Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts, or depository of a financial institution. Authorized depositories shall be designated by the Rose Lake Township Board of at the Board's organizational meeting after each regular election of board members.
- c. Commercial paper rated at the time of purchase within the 2 highest classifications established by not less than 2 standard rating services and that matures not more than 270 days after the date of purchase.
- d. Repurchase agreements consisting of instruments listed in (a).
- e. Bankers' acceptances of United States banks.
- f. Obligations of this state or any of its political subdivisions that at the time of purchase are rated investment grade by not less than 1 standard rating service.
- g. Mutual funds registered under the Investment Company Act of 1940, Title I of chapter 686, 54 Stat. 789, 15 U.S.C. 80a-1 to 80a-3 and 80a-4 to 80a-64, with authority to purchase only investment vehicles that are legal for direct investment by the Township. This authorization is limited to securities whose intention is to maintain a new asset value of \$1.00 per share.
- h. Investment pools through an interlocal agreement under the Urban Cooperation Act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512.
- i. Investment pools organized under the Surplus Funds Investment Pool Act, 1982 PA 367, 129.111 to 129.118.

2. *Receivables and Payables*

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

All trade and property tax receivables are shown net of an allowance for uncollectibles. Property taxes attach as an enforceable lien on the property as of the date they are levied. State education taxes and county taxes are levied and due July 1, and become delinquent after September 15. The remaining millages are levied and due December 1, and become delinquent after February 14. Collections of taxes and remittances of them are accounted for in the Current Tax Collection Fund. Township property tax revenues are recognized when they become both measurable and available

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for use to finance Township operations. Amounts which are not expected to be collected within sixty days are treated as deferred revenues.

The 2007 taxable valuation of Rose Lake Township totaled \$47,519,413, on which ad valorem taxes levied consisted of 0.8230 mills for Rose Lake Township operating purposes and 1.4000 mills for fire protection (only assessed on real property). The levy raised approximately \$38,959 for operating purposes and \$64,124 for fire protection.

3. *Inventories and Prepaid Items*

Inventories are not significant and are expensed as acquired.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

4. *Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the government are depreciated using the straight line method over the following estimated useful lives:

<u>ASSETS</u>	<u>YEARS</u>
Buildings	50
Building Improvements	20
Land Improvements	20
Public Domain Infrastructure	50
Vehicles	10
Equipment and Furniture	5-10

5. *Long-term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

6. *Fund Equity*

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

7. *Use of Estimates*

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. *Budgetary Information*

The annual budget is adopted on the modified accrual basis in accordance with the requirements of Michigan Public Act 621 of 1978 "The Uniform Budgeting and Accounting Act". A public hearing is held to obtain taxpayer comments. Appropriations lapse at year end. Budget amounts are as originally adopted on March 6, 2007, or as amended by the Township Board from time to time throughout the year.

The appropriated budget is prepared by fund and activity. The Township Board exercises budgetary control over expenditures.

Encumbrance accounting, under which purchase orders, contracts and other commitments for expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Township because it is, at present, not considered necessary to assure effective budgetary control or to facilitate effective cash planning and control.

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B. Funds with expenditures in excess of appropriations were as follows:

	<u>APPROPRIATIONS</u>		<u>EXPENDITURES</u>
General Fund			
Public Safety			
Building Inspection	\$ 0	\$	5,398
Special Revenue Funds			
South Hogback Lake Road Improvement Fund			
Public Works			
Highways, Streets, Bridges	6,582		7,212
	<u>\$ 6,582</u>	<u>\$</u>	<u>12,610</u>

These overages were funded by available fund balance.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The Township's deposits are on deposit with Citizens Bank in LeRoy, Michigan, and Lake – Osceola State Bank in Tustin, Michigan.

Investment rate risk. The Township will minimize Interest Rate Risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investing pools and limiting the average maturity in accordance with the Township's cash requirement.

Foreign currency risk. The Township is not authorized to invest in investments, which have this type of risk.

Credit risk. The Township will minimize Custodial Credit Risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities listed in the Township's investment policy; and pre-qualifying the financial institutions, brokers/dealer, intermediaries and advisors with which the Township will do business in accordance with the Township's investment policy.

Concentration of credit risk. The Township will minimize Concentration of Credit Risk, which is the risk of loss attributed to the magnitude of the Township's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

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Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of March 31, 2008, \$56,410 of the government's bank balance of \$272,687 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Township's investments are categorized to give an indication of the level of risk assumed by the Township at year end. Category 1 includes investments that are insured or registered, or securities held by the Township or the Township's agent in the Township's name. Category 2 includes investments that are uninsured and unregistered with securities held by the counterparty's trust department or its agent in the Township's name. Category 3 includes investments that are uninsured and unregistered, with the securities held by the counterparty, or by its trust department or its agent but not in the Township's name. At year end, the Township held no investments.

B. Receivables

Receivables as of year end for the government's individual major funds are presented on the statement of net assets.

The allowance for doubtful accounts is not considered to be material for disclosure. As a result, its uncollectible accounts are virtually nil.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

No deferred revenue was recorded in any of the funds at the end of the current fiscal year.

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MARCH 31, 2008

C. Capital Assets

Primary Government

	Beginning Balance	Increase	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	\$ 7,632	\$ 0	\$ 0	\$ 7,632
Capital assets, being depreciated				
Building Improvements	41,221	1,600	0	42,821
Land Improvements	10,305	0	0	10,305
Equipment	11,366	0	0	11,366
Public Domain Infrastructure	72,531	4,595	0	77,126
Total capital assets, being depreciated	135,423	6,195	0	141,618
Less accumulated depreciation for:				
Building Improvements	10,472	2,128	0	12,600
Land Improvements	2,947	515	0	3,462
Equipment	5,070	1,136	0	6,206
Public Domain Infrastructure	1,773	1,489	0	3,262
Total accumulated depreciation	20,262	5,268	0	25,530
Total capital assets, being depreciated, net	115,161	927	0	116,088
Governmental activities capital assets, net	\$ 122,793	\$ 927	\$ 0	\$ 123,720

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General Government	\$ 3,779
Public Works	1,489
	<u>\$ 5,268</u>

Construction Commitments:

The government has no outstanding construction commitments as of March 31, 2008.

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NOTES TO FINANCIAL STATEMENTS
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D. Interfund Receivables, Payables and Transfers

Individual fund interfund receivable and payable balances at March 31, 2008, were:

<u>Fund</u>	INTERFUND RECEIVABLES DUE FROM'S	INTERFUND PAYABLES DUE TO'S
General Fund	\$ 5,877	\$ 0
Special Revenue Funds		
Fire Funds	203	0
Fiduciary Funds		
Current Tax Collection Fund	0	6,080
	<u>\$ 6,080</u>	<u>\$ 6,080</u>

All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All are expected to be resolved within one year.

Interfund Transfers as of March 31, 2008, were:

	TRANSFERS	
	IN	OUT
Primary Government		
General Fund	\$ 1,690	\$ 1,250
Cemetery Fund	1,250	0
Rose Lake Improvement Fund	0	70
North Hogback Lake Improvement Fund	0	1,620
	<u>\$ 2,940</u>	<u>\$ 2,940</u>

Transfers are used (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

E. Long-Term Debt

At March 31, 2008, the Township was not obligated for any long-term debt.

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NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2008

F. Fund Balance Reserves

In order to comply with generally accepted accounting principles and meet certain legal requirements, the Township has reserved fund balances in various funds. These reserves are detailed in the following schedule:

FUND BALANCE/NET ASSETS

Reserved

Special Revenue Funds

Fire Fund

Fire Protection	\$ 369
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Cemetery Fund

Cemetery	52
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Rose Lake Improvement Fund

Lake Improvement	38,329
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McCoy Lake Road Improvement Fund

Road Improvement	1,607
------------------	-------

South Hogback Lake Road Improvement Fund

Road Improvement	7,650
------------------	-------

North Hogback Lake Road Improvement Fund

Road Improvement	1,887
------------------	-------

Penasa Lake Improvement Fund

Lake Improvement	<u>6,560</u>
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Total Fund Balance/Net Assets

	<u>\$ 56,454</u>
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IV. OTHER INFORMATION

A. Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Township participates in a pool of municipalities within the State of Michigan for self-insuring property and casualty, crime, general liability, workers compensation insurance and errors and omissions insurance. The Township pays annual premiums to the pool for the respective insurance coverage. In the event the pool's total claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific pool's policy year may be subject to special assessments to make up the deficiency. The Township has not been informed of any special assessments being required for the current year or the three prior years.

The Township continues to carry insurance for other risks of loss, including fidelity bonds.

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B. Joint Fire District

The Township is a member of the LeRoy-Rose Lake Fire District. The Fire District is a joint venture of LeRoy Township, Rose Lake Township and the Village of LeRoy created to provide fire protection for the member units. Rose Lake Township levies 1.4000 mills to support the Fire District. The following financial information was taken from the Fire District's February 28, 2006, audited financial statements:

Total Assets	\$ 229,986
Capital Assets	93,048
Fund Balance - Unreserved	136,938
Total Revenues	123,039
Total Expenditures	68,999
Net Increase (Decrease) in Fund Balance	54,040

A copy of these audited financial statements may be obtained upon request from the Fire District treasurer.

C. Sale of Future Revenues

For several years, the Township has sold its rights to delinquent real property tax revenues and related late payment penalties to Osceola County. For the 2007 tax roll the Township received a lump sum payment of \$16,732, which included \$4,597 for general operating tax revenues, \$7,805 for fire protection tax revenues, and \$4,330 for special assessment revenues. These amounts represent 100% of the present value of the delinquent real property tax revenues. In exchange for these payments, the county is allowed to keep the delinquent taxes collected plus the late payment penalties charged. If the county is ultimately unable to collect any of these delinquent taxes, the Township will have to repay the county.

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	GENERAL FUND			FIRE FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>REVENUES</u>						
Taxes	\$ 40,295	\$ 40,295	\$ 42,412	\$ 72,909	\$ 72,909	\$ 64,124
Licenses and Permits	7,000	7,000	5,867	0	0	0
State Grants	83,500	83,500	87,055	0	0	0
Contributions from Local Units	0	0	0	0	0	0
Charges for Services	5,725	5,725	6,680	5,000	5,000	2,700
Interest and Rents	5,000	5,000	6,119	50	50	137
Other Revenues	7,500	7,500	10,052	0	0	0
Total Revenues	149,020	149,020	158,185	77,959	77,959	66,961
<u>EXPENDITURES</u>						
Legislative						
Township Board	24,500	24,500	13,190	0	0	0
General Government						
Supervisor	10,000	10,000	9,629	0	0	0
Election	4,000	4,000	1,221	0	0	0
Assessor	25,000	25,000	24,193	0	0	0
Clerk	15,500	15,500	13,478	0	0	0
Board of Review	3,000	3,000	2,705	0	0	0
Treasurer	23,000	23,000	20,602	0	0	0
Building and Grounds	4,000	5,500	3,800	0	0	0
Cemetery	4,500	4,500	2,048	0	0	0
Public Safety						
Fire Protection	0	0	0	77,959	77,959	67,010
Building Inspection	0	0	5,398	0	0	0
Public Works						
Highways, Streets, Bridges	35,000	35,000	4,595	0	0	0
Recreation and Cultural						
Parks and Recreation	2,500	2,500	2,500	0	0	0
Lake Improvement	0	0	0	0	0	0
Other Functions						
Insurance and Bonds	7,700	7,700	6,546	0	0	0
Employee Benefits	6,000	7,000	4,906	0	0	0
Contingency	115,970	113,470	0	0	0	0
Total Expenditures	280,670	280,670	114,811	77,959	77,959	67,010
Excess (Deficiency) of Revenues Over Expenditures	(131,650)	(131,650)	43,374	0	0	(49)
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfer In	0	0	1,690	0	0	0
Transfer Out	(1,250)	(1,250)	(1,250)	0	0	0
Total Other Financing Sources (Uses)	(1,250)	(1,250)	440	0	0	0
Net Change in Fund Balance	(132,900)	(132,900)	43,814	0	0	(49)
<u>FUND BALANCE</u> - Beginning of Year	132,900	132,900	171,721	104	104	418
<u>FUND BALANCE</u> - End of Year	\$ 0	\$ 0	\$ 215,535	\$ 104	\$ 104	\$ 369

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CEMETERY FUND			ROSE LAKE IMPROVEMENT FUND			MCCOY LAKE ROAD IMPROVEMENT FUND		
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
3,750	3,750	3,750	0	0	0	0	0	0
6,500	6,500	1,200	0	0	0	0	0	0
100	100	2	100	100	43	20	20	16
0	0	0	1,395	1,395	23,235	1,720	1,720	1,440
10,350	10,350	4,952	1,495	1,495	23,278	1,740	1,740	1,456
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
12,296	12,296	6,846	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	1,603	1,603	1,435
0	0	0	0	0	0	0	0	0
0	0	0	36,417	36,417	21,199	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
12,296	12,296	6,846	36,417	36,417	21,199	1,603	1,603	1,435
(1,946)	(1,946)	(1,894)	(34,922)	(34,922)	2,079	137	137	21
1,250	1,250	1,250	0	0	0	0	0	0
0	0	0	0	0	(70)	0	0	0
1,250	1,250	1,250	0	0	(70)	0	0	0
(696)	(696)	(644)	(34,922)	(34,922)	2,009	137	137	21
696	696	696	34,922	34,922	36,320	1,303	1,303	1,586
\$ 0	\$ 0	\$ 52	\$ 0	\$ 0	\$ 38,329	\$ 1,440	\$ 1,440	\$ 1,607

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SOUTH HOGBACK LAKE ROAD IMPROVEMENT FUND			NORTH HOGBACK LAKE ROAD IMPROVEMENT FUND			PENASA LAKE IMPROVEMENT FUND		
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
50	50	120	20	20	1	0	0	0
9,400	9,400	7,700	2,400	2,400	1,800	0	0	6,560
9,450	9,450	7,820	2,420	2,420	1,801	0	0	6,560
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
6,582	6,582	7,212	1,826	1,826	100	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
6,582	6,582	7,212	1,826	1,826	100	0	0	0
2,868	2,868	608	594	594	1,701	0	0	6,560
0	0	0	0	0	0	0	0	0
0	0	0	0	0	(1,620)	0	0	0
0	0	0	0	0	(1,620)	0	0	0
2,868	2,868	608	594	594	81	0	0	6,560
5,032	5,032	7,042	1,206	1,206	1,806	0	0	0
\$ 7,900	\$ 7,900	\$ 7,650	\$ 1,800	\$ 1,800	\$ 1,887	\$ 0	\$ 0	\$ 6,560

ROSE LAKE TOWNSHIP, OSCEOLA COUNTY
LEROY, MICHIGAN

CURRENT TAX COLLECTION FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED MARCH 31, 2008

	BALANCE			BALANCE
	4/1/2007	ADDITIONS	DEDUCTIONS	3/31/2008
	<hr/>			
	<u>ASSETS</u>			
Cash	\$ 5,670	\$ 1,548,055	\$ 1,547,436	\$ 6,289
	<hr/>			
	<u>LIABILITIES</u>			
Due to Other Funds	5,670	153,363	152,953	6,080
Due to Other Organizations and Individuals	0	3,387	3,387	0
Due to Other Governments	0	1,390,075	1,389,866	209
	<hr/>			
Total Liabilities	\$ 5,670	\$ 1,546,825	\$ 1,546,206	\$ 6,289
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